

If you are a loan officer at a bank, then you want to be able to identify characteristics that are indicative of people who are likely to default on loans, and use those characteristics to identify good and bad credit risks.

You can learn more about credit scoring from this video:
<https://www.vimeo.com/125590283>.

The dataset description is given below

Variable name	Variable information
age	Age in years
ed	Level of education 1= didn't complete high school 2= high school degree 3= college degree 4= undergraduate 5= postgraduate
employ	Years with current employer
address	Years in current address
income	Household income in thousands
debtinc	Debt to income ratio (*100)
creddebt	Credit card debt in thousands
othdebt	Other debts in thousands
default	Previously defaulted 1= Yes 0 = No